

# Contents

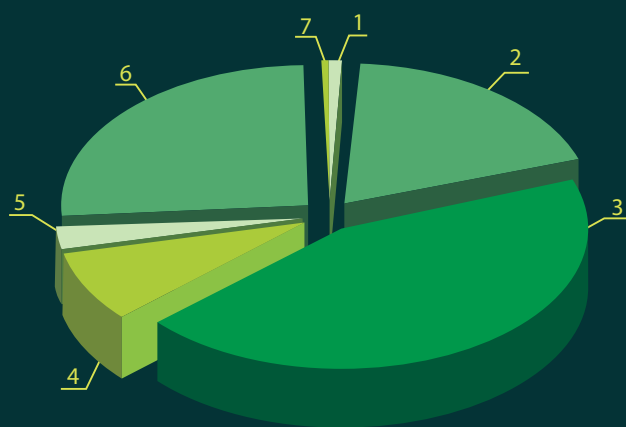
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SELECTED FINANCIAL INDICATORS

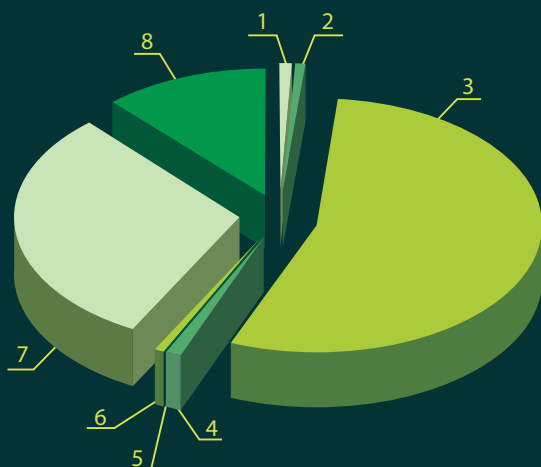
Index (in thousands CZK)	2010	2009	2008
PRODUCTION AND GOODS SOLD	682 083	739 807	828 540
OF WHICH: REVENUES	659 404	803 255	823 161
OUTPUT CONSUMPTION	601 474	660 544	769 905
ADDED VALUE	79 540	76 270	39 315
NET PROFIT	10 328	9 269	15 050
TOTAL ASSETS	981 846	816 042	943 327
CURRENT ASSETS	714 964	617 990	763 170
LIABILITIES	334 160	286 966	440 019
EQUITY	513 381	505 360	498 573

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Structure of assets 2010: 981 846 (in thousands of CZK)

- 1 Long-term Intangible fixed assets – 13 237
- 2 Long-term tangible fixed – 42 080
- 3 Short-term receivables – 289 169
- 4 Short-term current liquid assets – 237 592
- 5 Long-term current liquid assets – 139 804
- 6 Inventory incl. work in progress – 188 203
- 7 Accruals and deferrals – 71 761



Structure of liabilities 2010: 981 846 (in thousands of CZK)

- 1 Registered capital – 5 000
- 2 Accruals and deferrals – 134 305
- 3 Profit from previous years – 492 690
- 4 Capital funds – 4 863
- 5 Funds from net profit – 500
- 6 Reserves – 4 812
- 7 Payables – 328 598
- 8 Current year profit – 10 328



## GENERAL MANAGER'S FOREWORD

Ladies and gentlemen,

The year 2010 is a springboard for the further expansion of Ekol. We have overcome the crisis and further possibilities open up for supplies of heat & power plants using different forms of biomass and other fuels.

Ekol has its own specialists in planning, designing, manufacturing and commissioning steam turbines and boilers. Consequently, Ekol, spol. s r.o., is the only company in the Czech Republic with the advantage to supply the market with complete power plants. In the field of power plants Ekol concentrates on trigeneration. This line of business is completed with supplies of gas turbines purchased from renowned world manufacturers. Thus, we are able to design and supply steam gas power plants with the best thermal efficiencies and operation variability.

Our priority in supplying heat & power plants is the individual approach to the customer. Based on the customer's specifications we optimize the thermal cycle in order to achieve the maximum efficiency in both the summer and the winter operation. The price, the time of delivery and, of course, the quality of the supply are our further priorities.

In addition to heat & power plants, Ekol also focuses on piece supplies for steam turbines, steam boilers and spare parts for the said equipment. A considerable market share is represented by biomass technologies using wood chips, straw from different crops and bagasse as fuel. We offer a wide range of individual supplies or complete heat & power plants.

Another strategic goal of Ekol in 2010 was reducing the steam turbine and boiler manufacture cost. This commitment is associated with the research and development tasks in the field of thermodynamic and strength calculations and unification which will be continued also in the coming years.

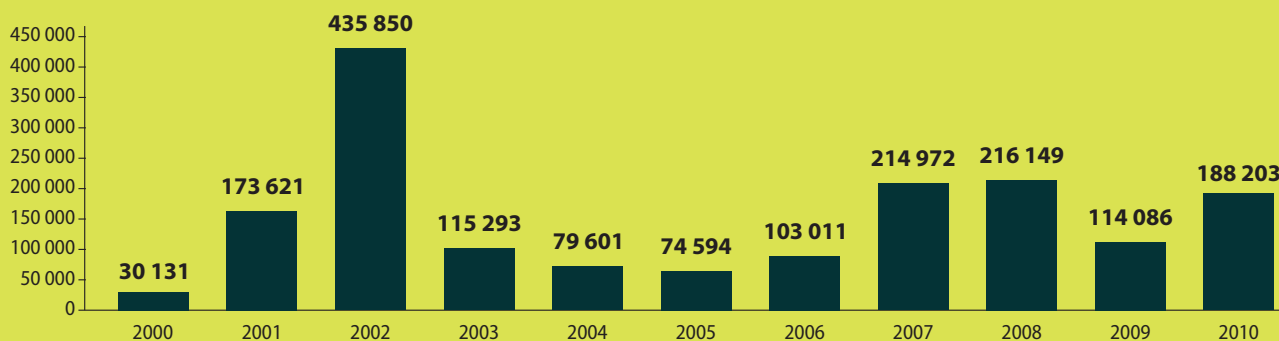
I assess the 2010 results as favorable and express my thanks to all staff members for their achievements. My thanks go also to our customers for their confidence and trust.



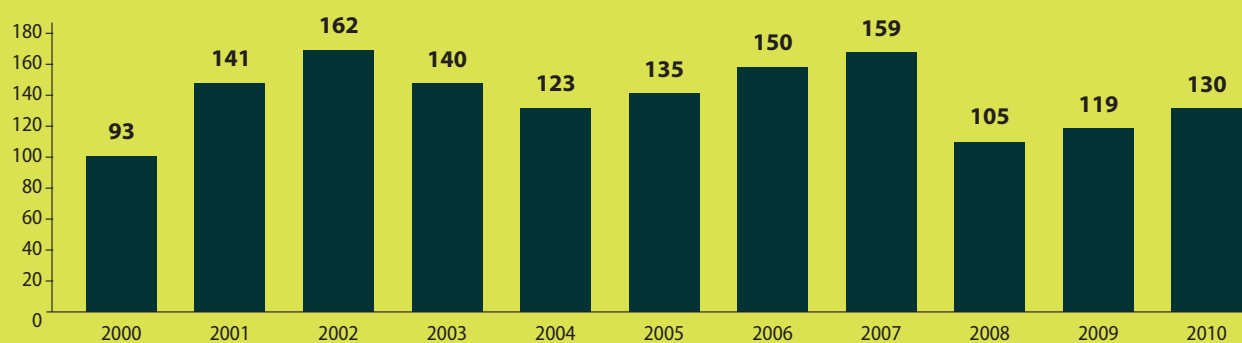
Prof. Ing. Stanislav Veselý, CSc.  
General Manager – EKOL, spol. s r. o.

## DEVELOPMENT 2000–2010

Inventory including work in progress (in thousands CZK)

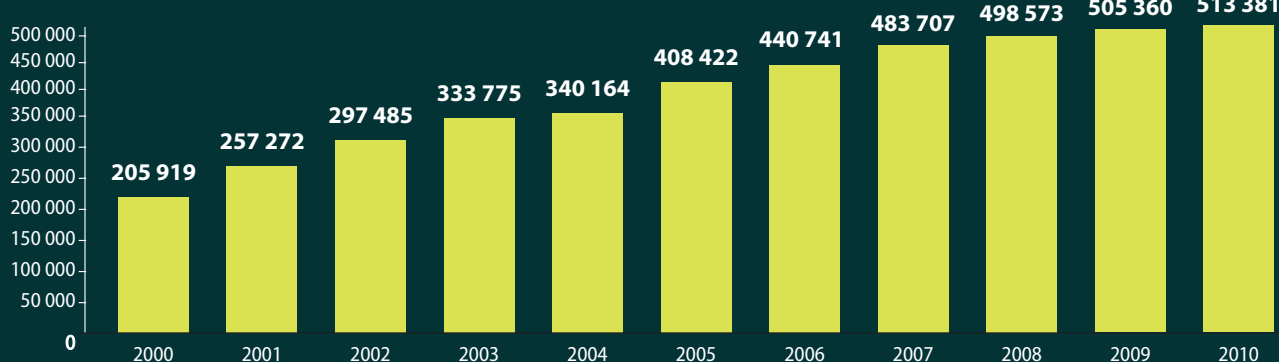


Number of employees (in persons)

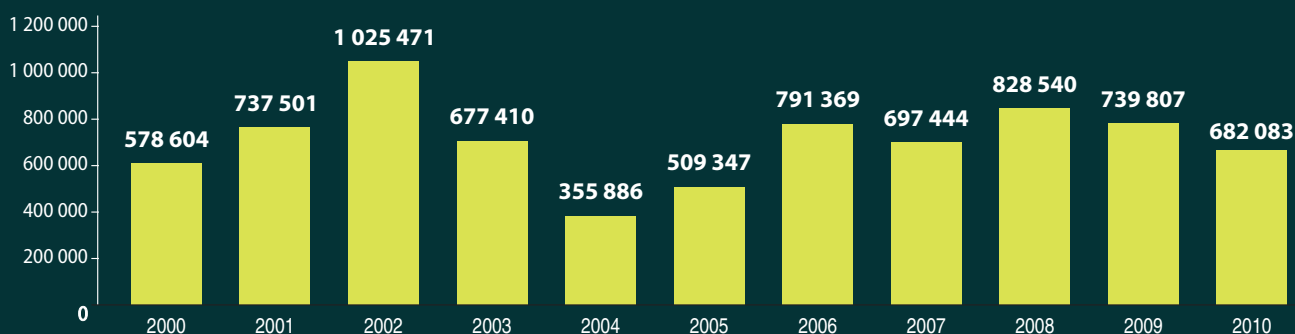


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Equity (in thousands of CZK)



Production and goods sold (in thousands of CZK)





## FINANCE MANAGER'S COMMENTS

Dear business partners,

Part of the present annual report 2010 is an assessment which also gives the view of the development of the company.

Although the company can be very positively assessed from the point of view of the development of equity capital as one of the major economic indices, because no decrease has taken place throughout the entire period, it is not easy for me as the finance manager to assess the 2010 results.

Looking at the economic indices, we are aware that the world crisis has not spared our company either - the planned volumes of performances have not been met. It was only the austerity measures that lead to the achievement of acceptable economic results.

Expanding of the entrepreneurial portfolio by boiler manufacture in 2009 largely contributed to the change of company orientation from individual supplies of power engineering equipment to supplies of heat & power plants in form of EPC projects.

In order to strengthen this intention, Ekol started negotiations with AEZ, s.r.o. Brno in 2010 which is engaged in planning, designing, manufacture and supplies of automatic control systems for power engineering on its purchasing.

As it follows from the General Manager's foreword, Ekol has nowadays thanks to its enormous development since 2007 capacities, products and equity capital of its own which give it possibilities to be a much greater player on the market in the field of supplies for power engineering than before. I believe that thanks to the changes we have invested into we will be able to implement our plans and achieve our goals.

The 2010 results achieved by the group and included in the consolidated financial statements are positive in spite of the persisting worldwide crisis.

In conclusion I would like to thank you, our business partners, for the entrusted orders and cooperation during their implementation. My thanks go also to all employees of the EKOL group who are responsible for the realization of orders.



Ing. Gustav Poslušný  
Finance Manager – EKOL, spol. s r. o.

COMPANY MANAGEMENT



Ing. Vratislav Goj



Ing. Jaromír Kříž



Ing. Jan Saňka



Václav Janišťin

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Ing. Bohumil Krška



Jan Dolník

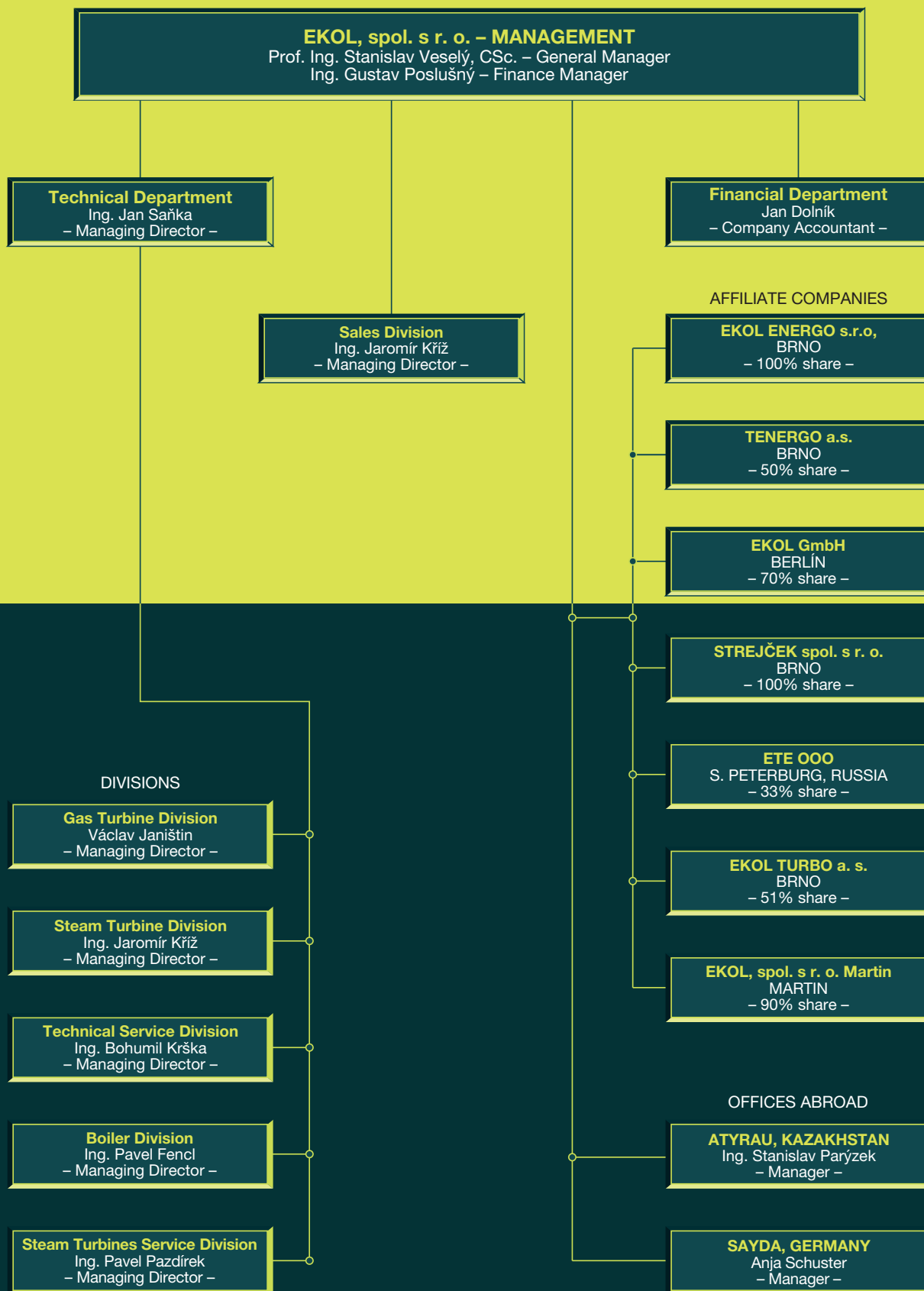


Pavel Pazdírek



Ing. Zdenko Pozorčiak

# ORGANIZATIONAL STRUCTURE



COMPANY PROFILE

I. GAS TURBINES

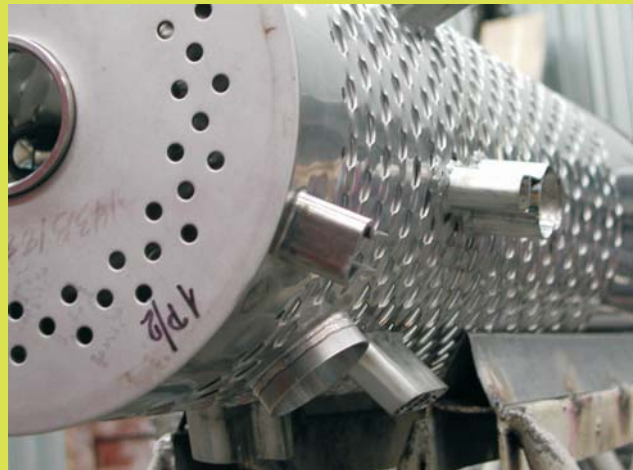
EKOL purchases gas turbines for its deliveries for heat & power plant projects or individual supplies from world turbine manufacturers. The gas turbines are delivered to the customer on a skid with an acoustic hood incl. design, erection and commissioning.

*Gas turbine accessories*

The company designs, manufactures and supplies gas turbine accessories for its own deliveries as well as deliveries of other suppliers.

*Spare parts*

for various types of gas turbines incl. spare parts for their accessories and further related equipment including new recuperators.



*Retrofitting older gas turbine types:*

- to increase efficiency by installing new recuperators
- to increase power
- more comfortable operation as a result of the replacement of obsolete hydraulic systems by all-electronic systems
- to eliminate adverse effects of gas turbine operation on the environment by:
  - lowering methane emissions by replacing the expansion starting turbine with an electrical starting device
  - reducing oil vapor and aerosol escape to the outside by installing efficient separators
  - reducing NOx and CO emissions by modifying combustion chamber burners and by supplying new burners with 3rd millennium technologies
  - lowering noise emissions by installing high-quality inlet and exhaust duct noise suppressors and acoustic hoods
  - lowering power consumption by optimizing the oil cooling system and oil pumping system; in cases where the turbine is used to drive a gas compressor, by optimizing the oil supply to the gas compressor stuffing box.





## COMPANY PROFILE

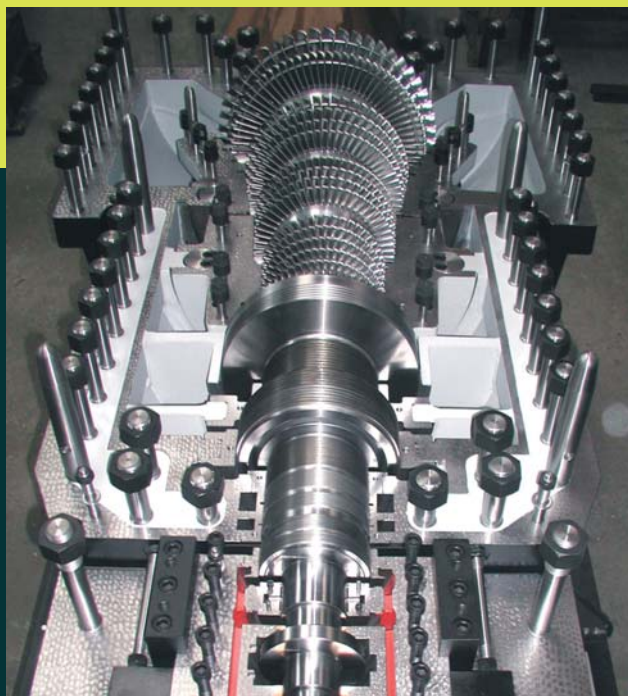
### II. STEAM TURBINES

Supplies of steam turbines, accessories or whole turbine halls according to customer's request. Cooperation with customers during the preparation of the design, optimization of the calculation of the turbine size and type according to the conditions at the customer's premises.

Preparation of feasibility studies.

#### **Technical support, approach to customers**

Our goal is not only to elaborate the design according to the customer's requirements but also to cooperate with the customer during the preparation of offer. We endeavor to offer our customer a solution which they will appreciate especially during operation of the supplied equipment. Based on the customer's requirement we offer optimization of parameters, the turbine type, the power, operation. The optimization is carried out in association with the other technology especially the steam source (steam boiler), the demand for heat and electricity supply. In connection with the design also the project economy is assessed.



#### **Inspections and assessment of unit condition and life**

We perform complete inspections of turbine generators from disassembly of the unit, measuring, assessment of condition of the unit, inspection report, procurement of necessary spare parts, repairs resulting from the inspection report, reassembly and re-commissioning of the unit.

#### **Repairs**

We provide both scheduled and emergency repairs of steam turbines of our own design as well as steam turbines made by other manufacturers. The scope of service encompasses everything from standard repairs including for example diagnostics to general overhauls. We also perform repairs on all related turbine equipment.

#### **Power output up to 60 MW for generator drive**

Our turbine generators are supplied with back-pressure or condensing turbines. Depending on the customer's needs, the turbine generator can be either provided with controlled or non-controlled steam extraction. The speed of turbines with lower outputs is up to 10000 rpm and a gearbox is provided. Turbines with higher outputs are directly coupled to a double-pole generator.

#### **Power output up to 60 MW for mechanical drives**

The concept of turbines for driving compressors and pumps is based on turbines for generator drive. The turbine speed is specified according to the demand of the driven machine. The scope of supply from the turbine proper to the supply of the entire power generating center complies with customers' request.

#### **Spare parts supplies**

We supply spare parts for the entire power generating centre with steam turbines. First of all, we supply steam turbine spare blades (both rotor & stator blades); radial and thrust bearings; control system parts; oil system parts, etc.

#### **Retrofits to achieve new operational parameters**

On operator's request for change of turbine operating parameters we perform the modification of the turbine encompassing the calculation, design of the new blading and modification of the new flow channel of the turbine with optimization to the newly defined parameters. The features in question are, e.g., the increase of the absorption capacity of the unit, the increase or decrease of extraction pressure, the increase or decrease of steam quantity into the extraction system, etc.

#### **Modernization**

We perform modernization of turbine generators in order to approximate them to the state-of-the-art technology (from replacement of individual components, increase of efficiency to adjustment of demands for a fully automatic operation).

#### **Service and repairs**

The main activity is focused on complete services in power engineering. The basic principle is to offer the best solution available. In power industry especially cogeneration and trigeneration technologies are being employed at present but at the same time conventional boiler technologies, heat exchanger stations are being upgraded and with the accession to the EU there is a boom in biomass technologies. We at EKOL try to follow all the latest trends and offer complex services in capital investment. Therefore, our division has extended its activity also to the building business – especially building of industrial halls including technological equipment.

## COMPANY PROFILE

### III. POWER ENGINEERING UNITS

#### **Conceptual decisions**

Technical-economic studies and analyses of co-generation and steam gas power plants

#### **Work preparation**

All stages of the design documentation



#### **Work implementation**

Complex deliveries in form of EPC contracts or sub-deliveries

#### **Cogeneration units**

Electric output from 10 to 5000 kW, incl. all accessories

#### **Instrumentation & control and extraction of electric output**

Switchboards, cable lines, transformer stations



### IV. BOILER DIVISION

#### **Boilers and boiler houses – complete deliveries**

Ekol furnishes complete steam, hot water and warm water boiler houses/boilers supplies using the following fuels as energy sources:

- Wood chips and wood waste
- Straw and biomass
- Bagasse
- Liquid and gaseous fuels
- Brown and bituminous coal
- Technological gases
- Waste heat (waste heat recovery boilers)

We offer the following range of general supplies:

- Design for building permission
- Boiler / boiler house planning and design
- Manufacture including supervision as part of the Quality Assurance System
- Equipment supplies and erection
- Commissioning
- Warranty and after-warranty service

Steam boilers for power plants or heat & power plants combined with a steam turbine for combined power and heat generation are the boiler division key product.

#### **Boiler modernization and ecologization**

We offer and perform modernization and ecologization of boilers for existing heat and power sources.

We furnish the design and the supplies of supplementary heat exchanging surfaces of the existing equipment to improve their efficiency or modifications initiated by the change of the fuel base of the source of heat.

#### **Partial supplies/boiler house and boiler accessories**

As part of the complete or partial supplies of boiler houses, boilers and their accessories we will design and implement the following supplies:

- I&C
- Condensate systems for steam boiler houses
- Devices for thermal liquidation of waste gases or liquids from technological processes
- Water, steam, hot water and warm water piping
- Heat-exchanger plants
- Technology of thermal feed water treatment plants
- Storage tanks and expansion tanks

#### **As part of our complex supplies we also provide designs, deliveries and erection of following equipment supplied on cooperation basis:**

- Boiler house fuel systems (both internal and external),
- Clinker removal
- Dust and soot collection
- Power circuit wirings
- I&C master systems for technological units including links to existing equipment
- Civil part of final deliveries

#### **Spare parts supplies**

We supply spare parts

- for own boilers
- for boilers of other manufacturers according to the original or newly elaborated documentation

## COMPANY PROFILE

### V. TECHNICAL SERVICES DIVISION – DESIGN DEPARTMENT, TECHNOLOGICAL CENTER

The turbine generators are designed not only to meet the customer's requirements but also to optimize the whole cycle. This helps to shorten the payback period of initial investments and optimize the total amount of the initial investment. At present, we experience a considerable increase in requirements for shortening the times of delivery of turbine generators which can only be met with a high rate of unification. This was reason why the Technological Center (TC) was established within the Technical Services Division. Its major task is to unify and standardize the individual steam and gas turbine components. The TC activity is implemented in accordance with the Strategic general plan set up for 2008-2013.

The result of the TC activity is

- to produce the complete design and manufacture documentation using new innovative elements and technologies for steam turbines.
- To protect the results of own activity – patents.

The unified series of steam turbine equipment of own design divided according to the rated output and type of equipment are elaborated step-by-step. The TC activity encompasses processes from the elaboration of the design standard, the

creation or completion of calculation and supporting programs, the creation and completion of design and manufacture documentation to the elaboration of standardized documentation for operation and maintenance.

The result of the successfully managed project will be a compact modular system of individual compatible turbine generator components and subgroups.

Range of technical parameters of EKOL steam turbines from the point of view of the design:

Turbine types:	Back-pressure – R	
	Condensing – K	
	Extraction – P, T, PP, PT, PR	
Output classes	1, 4, 6, 10, 12, 15, 20, 25,	
	30, 40, 50, 60 MW	
Speed:	3 000–20 000 r.p.m.	
Admission steam		
reference parameters:	3,5 MPa	435 °C
	6,4 MPa	480 °C
	9 MPa	535 °C
	13 MPa	535 °C

### VI. MACHINERY DIAGNOSTICS

The VIBROSERVIS Division offers services in measuring vibrations of industrial machines and equipment, vibration diagnostics, field balancing and alignment of machine couplings.

- Measuring broad-band vibrations
- Frequency analyses of mechanical vibrations
- Vibration analyses depending on machine speed and examining transfer functions using various methods to determine resonance regions
- Field balancing of rigid and flexible rotors without the necessity of machine dismantling
- Coupling alignment by laser device
- Measuring the state of bearings

Periodical diagnostic measurements by means of a data collector to obtain a permanent survey of the vibration situation even in large machinery. Long-term data archiving on a PC, creating trends, monitoring changes of state after completed repairs, etc.

Parallel "on-line" monitoring up to 16 measuring channels for a detailed analysis of more sophisticated units, especially steam and gas turbines.



Based on the results of the measurements we offer the following services:

- Assessment of the state of the machine in conformity with valid standards
- Identification of the reason for the deteriorated or unsatisfactory vibration condition of the machine.

The following reasons are usually ascertained:

- Unbalance of rotating parts
- Incorrect alignment of coupling
- Faulty mounting of machine (e.g. loose or damaged bedplate, loosened joints, etc.)
- Damaged bearings
- Worn gears
- Incorrect design (e.g. operation in resonance regions, insufficient rigidity of mounting, etc.)
- Recommendation of corrective measures according to specific situation
- Necessary on-the-spot intervention in cooperation with the operator and subsequent check of the influence of the measure taken.

If more complex measures are required, repeated measurements are to be made to ascertain the condition after the implementation of such measures.

IMPORTANT CONTRACTS IN 2010

**STEAM TURBINES**

***Dalkia Kolín, Czech Republic***

Supply of a turbine hall with a 0.6 MW back-pressure steam turbine using low parameters of steam for district heating.

***Kazanj Compressormash, Russian Federation***

Supply of a 4.5 MW condensing steam turbine for compressor drive. Explosionproof design.



**GAS TURBINES**

***NNET 4 GAS, a.s. Czech Republic***

Supplies and replacement of GT 750-6 gas turbine inlet duct liners. Supply and erection of modified central bearing pedestals. for gas turbines Installation of el. starting devices

***EUSTREAM, a.s. Slovakia***

Supply of GT 750-6 gas turbine spare parts. Supply and installation of low-emission burners for GT750-6 turbines. Supply and installation of electronic control systems for GT750-6 turbines

***UKRTRANSGAZ, Ukraine***

Supply of GT 750-6 gas turbine spare parts

***Lovochemie, a.s., Czech Republic***

Repair of ST 1CH gas turbine parts

***VerbundnetzGas AG, Germany***

Erection of a super ultra-low emission combustion chamber for a GT 750-6 gas turbine

***Synthesisia, a.s., Czech Republic***

Repair of an ST 1CH turbo compressor

***KAZIMPEX, Kazakhstan***

Supply of GT 750-6 gas turbine spare parts

***ZKMK, Kazakhstan***

Supply of GT 750-6 gas turbine spare parts

***Belaruskalij Soligorsk, Belarus***

Supply of a 7.1MW cogeneration unit including a waste-heat boiler and flue gas duct

***Hnojivá Duslo, spol.s.r.o., Slovakia***

Repair of ST CH1 gas turbine parts



**BOILER DIVISION:**

***OAO NAFTAN, Belarus***

Supply of a B201D/N waste-heat boiler

***CHETENG Engineering, s.r.o., Czech Republic***

Supply of a B302/N waste-heat boiler to Belarus

***E.S.I.I.C., Egypt***

Modification of DIA, Takuma and Mitsubishi boiler fuel systems

***RUP PO Belaruskalij, Belarus***

Supply of an RU2 waste-heat boiler

## IMPORTANT CONTRACTS IN 2011

### STEAM TURBINES:

#### **České Budějovice – G-Team a.s., Czech Republic**

Finalizing the construction of a turbine hall with a 12 MW condensing turbine including cooling circuit and civil part. Utilization for stabilization of boiler operation for municipal heat & power plant.

#### **Bučina Zvolen, Slovakia**

Supply of a turbine hall with a controlled-extraction condensing steam turbine. Complete supply including air condensing system. The turbine is installed after a biomass boiler.

#### **TENZA, a.s. Czech Republic**

Supply of a 3 MW controlled-extraction condensing steam turbine. The turbine is installed in the Mydlovary heating plant which supplies heat to a part of the town. The turbine is installed after a biomass boiler.

#### **Synthos Dwory, Poland**

Supply of a 29 MW controlled-extraction back-pressure steam turbine. Supply including turbine hall, electrical system and civil part.

#### **EC Elbląg, Poland**

Commencement of a 20 MW steam condensing turbine delivery. The turbine will work together with a straw burning boiler.

#### **ENERGOPROM, Kazakhstan**

Commencement of delivery of 2 steam condensing turbines for a power plant feed pump drive.

#### **Domoradice, Czech Republic**

Commencement of delivery of an 8.8 MW controlled extraction condensing steam turbine including construction, turbine hall, cooling system and electrical system.

#### **KIRLOSKAR EBARA, India**

Finalizing execution of the first 12 MW controlled extraction condensing steam turbine manufactured in India according to EKOL license documentation.

### GAS TURBINES AND POWER ENGINEERING UNITS:

#### **NET 4 GAS, s.r.o., Czech Republic**

Repairs and retrofitting of GT 750-6 gas turbine parts  
Installation of electrical starting devices.

#### **UKRTRANSGAZ, Ukraine**

Supply of GT 750-6 gas turbine spare parts

#### **Lovochemie, a.s., Czech Republic**

Refurbishment of ST 1CH gas turbine

#### **Synthesia, a.s., Czech Republic**

Repair of ST 1CH gas turbine

#### **ZKMK, Kazakhstan**

Supply of GT 750-6 gas turbine spare parts

#### **Hnojivá Duslo, spol.s.r.o., Slovakia**

Repair of ST 1CH gas turbine

#### **Běloruskalij Soligorsk, Belaruss**

Erection & commissioning of a 7.1 MW cogeneration unit

#### **NEFTGAZDEPOZIT, Uzbekistan**

Supply of GT 750-6 gas turbine spare parts

### BOILER DIVISION:

#### **Ecologization of a Central Heat Supply Station at Frýdek-Místek, Czech Republic**

Delivery of a 28 t/h biomass boiler

#### **S.C. ELSACO Electronic S.R.L., Romania**

Re-technologization of hot-water boilers 2x52 MW at CET Botosani



## TRADITIONAL TRIATHLON PARTNER



Back in 1997 EKOL, spol. s r.o. became involved in one of the most progressive sports – the triathlon.

EKOL, spol. s r.o. is the titular partner of the elite European triathlon EKOL TEAM.

In 2010 EKOL, spol. s r.o. became again the general promotional partner of the Czech Triathlon Union!

The EKOL SUPERPRESTIGE race held in Brno has always been part of the elite category of triathlon events. It was three times included in the Triathlon championship Series and four times in the European Cup race.



## FILIP OSPALÝ

**The only European Triathlon champion from the Czech Republic**

- European Triathlon champion
- Two-times European Triathlon runner-up
- Three-times World Cup winner
- Three-times University World Champion



## MARTIN KRŇÁVEK

**The first World Cup race winner from the Czech Republic**

- Three-times World Cup winner
- Two-times bronze medalist and once fourth place from European Championship
- Two fifth places from the World Championship



## VENDULA FRINTOVÁ

**The only U-23 European Champion from the Czech Republic**

- U23 European Champion
- Two-times silver medalist from U23 World Championship
- Winner of a World Cup event



## RADKA VODIČKOVÁ

**2008 European Rookie of the year**

- Sixth place from 2008 European Championship
- 2008 European Duathlon Champion
- Absolute winner of the 2008 European Cup series

CERTIFICATES



**Certification**  
Awarded to

**EKOL, spol. s r.o.**  
Křenová 65, 602 00 Brno  
Boiler Division – workplace Kolin, Havlíčkova 260  
Czech Republic

Bureau Veritas certifies that the Management System of the above organisation has been audited and found to be in accordance with the requirements of the management system standard detailed below:

Standard  
**ČSN EN ISO 9001:2009**

Scope of supply

DEVELOPMENT, ASSEMBLY PLANNING, DESIGN, CALCULATION AND PERFORMANCE TESTING OF STEAM TURBINE EQUIPMENT, GAS TURBINE EQUIPMENT, CO-GENERATION UNITS AND STEAM AND HOT WATER BOILERS.  
PRODUCTION, ASSEMBLY, COMMISSIONING AND SERVICE MAINTENANCE OF STEAM TURBINES AND OF THE COMPONENTS OF GAS TURBINES AND BOILERS.  
POWER AND HEATING PLANT INSTALLATION COMMISSIONING AND SERVICE.  
PRECISION MACHINING OF MECHANICAL PARTS.

Original Approval Date: 30<sup>th</sup> APRIL 1998  
Subject to the continued satisfactory operation of the organisation's Management System, this certificate is valid until: 15<sup>th</sup> JUNE 2013  
To check this certificate validity please call: +420 210 088 215  
Further clarifications regarding the scope of this certificate and the applicability of the management system requirements may be obtained by contacting the organisation.

*Voděňáková*  
Date: 22<sup>nd</sup> JULY 2010  
Certificate Number: 10000468




MANAGED OFFICE: BUREAU VERITAS CERTIFICATION, spol. s r.o., Obchodní 1, 140 00 Praha 4, Czech Republic  
REGULATORY OFFICE: BUREAU VERITAS CERTIFICATION, spol. s r.o., Obchodní 1, 140 00 Praha 4, Czech Republic



**Certification**  
Awarded to

**EKOL, spol. s r.o.**  
Křenová 65, 602 00 Brno  
Boiler Division – workplace Kolin, Havlíčkova 260  
Czech Republic

Bureau Veritas certifies that the Management System of the above organisation has been audited and found to be in accordance with the requirements of the management system standard detailed below:


Standard  
**ČSN OHSAS 18001:2008**

Scope of supply

DEVELOPMENT, ASSEMBLY PLANNING, DESIGN, CALCULATION AND PERFORMANCE TESTING OF STEAM TURBINE EQUIPMENT, GAS TURBINE EQUIPMENT, CO-GENERATION UNITS AND STEAM AND HOT WATER BOILERS.  
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POWER AND HEATING PLANT INSTALLATION COMMISSIONING AND SERVICE.  
PRECISION MACHINING OF MECHANICAL PARTS.

Original Approval Date: 28<sup>th</sup> JUNE 2007  
Subject to the continued satisfactory operation of the organisation's Management System, this certificate is valid until: 15<sup>th</sup> JUNE 2013  
To check this certificate validity please call: +420 210 088 215  
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*Voděňáková*  
Date: 22<sup>nd</sup> JULY 2010  
Certificate Number: 10000467

MANAGED OFFICE: BUREAU VERITAS CERTIFICATION, spol. s r.o., Obchodní 1, 140 00 Praha 4, Czech Republic  
REGULATORY OFFICE: BUREAU VERITAS CERTIFICATION, spol. s r.o., Obchodní 1, 140 00 Praha 4, Czech Republic



**Certification**  
Awarded to

**EKOL, spol. s r.o.**  
Křenová 65, 602 00 Brno  
Boiler Division – workplace Kolin, Havlíčkova 260  
Czech Republic

Bureau Veritas certifies that the Management System of the above organisation has been audited and found to be in accordance with the requirements of the management system standard detailed below:

Standard  
**ČSN EN ISO 14001:2005**

Scope of supply

DEVELOPMENT, ASSEMBLY PLANNING, DESIGN, CALCULATION AND PERFORMANCE TESTING OF STEAM TURBINE EQUIPMENT, GAS TURBINE EQUIPMENT, CO-GENERATION UNITS AND STEAM AND HOT WATER BOILERS.  
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Further clarifications regarding the scope of this certificate and the applicability of the management system requirements may be obtained by contacting the organisation.

*Voděňáková*  
Date: 22<sup>nd</sup> JULY 2010  
Certificate Number: 10000469




MANAGED OFFICE: BUREAU VERITAS CERTIFICATION, spol. s r.o., Obchodní 1, 140 00 Praha 4, Czech Republic  
REGULATORY OFFICE: BUREAU VERITAS CERTIFICATION, spol. s r.o., Obchodní 1, 140 00 Praha 4, Czech Republic



## AUDIT OF FINANCIAL STATEMENT AT 31. 12. 2010



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BDO Prima CA s. r. o.  
Marie Stejskalové 14  
Brno  
616 00

### External Auditor Report

#### Attention of EKOL, spol. s r.o. shareholders

We have audited the attached financial statements of EKOL, spol. s r.o., i.e. the balance sheet at 31. 12. 2010, the profit and loss statement, the survey of changes of equity for the period from 1.1.2010 till 31.12.2010 and the appendix to this financial statement including the description of the applied significant accounting methods.

#### Responsibility of the statutory body of the accounting entity for the financial statements

The preparation and the true representation of the financial statement in compliance with the Czech legislation is the responsibility of the statutory body of EKOL, spol. s r.o.. A part of the said responsibility is to propose, introduce and implement internal audit of the preparation and true representation of the financial statements in order to ensure that no material inaccuracies caused by fraud or mistake are included, to select and exercise appropriate accounting methods and to carry out reasonable accounting estimates.

#### Auditor's responsibility

Our task is to give an opinion on the present financial statements based on the performed audit. We have performed the audit in compliance with the Act on Auditors, the International Auditing Standards and related implementation clauses of the Chamber of Auditors of the Czech Republic. According to the said legislation, we are obliged to abide by ethical standards and to plan the audit in order to acquire reasonable certainty that the financial statement does not contain material inaccuracies.

The audit includes the performance of auditing processes, the purpose of which is to acquire evidence with respect to the amounts and facts stated in the financial statement. The selection of the auditing processes depends on the discretion of the auditor, including the assessment of risks that the financial statement contains material inaccuracies caused by fraud or mistake. During the assessment of such risks the auditor takes into account internal audits relevant for the preparation and true representation of the financial statement. The objective of the assessment of internal audits is to suggest appropriate auditing methods, not to comment on the effectiveness of the internal audit. The audit also includes the assessment of the appropriateness of applied accounting methods, the adequacy of accounting estimates carried out by the management and also the assessment of the overall presentation of the financial statement. We believe that the acquired evidence constitutes a satisfactory and adequate basis for expressing our opinion.

In our opinion, the financial statement presents a true and fair for our opinion.

#### Auditor's opinion

In our opinion, the consolidated financial statements present in all material respects a true and fair image of assets, liability, equity and financial situation of EKOL, spol. s r.o. as at 31.12.2010 and its costs, revenues and results of its business for the period from 1.1.2010 till 31.12.2010 in compliance with the Czech accounting legislation.

Brno, 22 June, 2011

BDO CA s.r.o., auditing company certificate No. 305  
Represented by:



Ing. Jiří Kadlec  
Auditor, Certificate No. 1246



## AUDIT OF CONSOLIDATED FINANCIAL STATEMENT AT 31. 12. 2009



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BDO CA s. r. o.  
 Marie Stejskalové 14  
 Brno  
 616 00

## External Auditor's Report

### on auditing the consolidated financial statements of the group Ekol companies 31. 12. 2010

Companies whose consolidated financial statements for 2010 have been audited:

Company name	Registered address
EKOL, spol. s r.o.	Brno, Křenová 65
EKOL energo s.r.o.	Brno, Křenová 65
Strejček spol. s r.o.	Brno, Křenová 65
EKOL, spol. s r.o.	Martin, Hečková 2
EKOL TURBO a.s.	Brno, Křenová 65
TENERGO Brno, a.s.	Brno, Křenová 65

#### Audited period 1. 1. 2010 - 31. 12. 2010.

#### Objective of audit, its scope and specification of responsibility:

We have audited the attached consolidated financial statements of the group of EKOL companies, i.e. the consolidated balance sheet as at 31.12.2010, the consolidated profit and loss account for the period from 1.1.2010 till 31.12.2010 and the appendix to this financial statement including the description of applied significant accounting methods. The data on the group of EKOL companies are given in the appendix to this financial statement.

The consolidating entity of the group of EKOL companies consisted of the following trading companies at 31.12.2010:

Parent company:	EKOL, spol. s r.o.
Subsidiaries:	EKOL energo s.r.o. Strejček spol. s r.o. EKOL, spol. s r.o. EKOL TURBO a.s.
Affiliate company:	TENERGO Brno, a.s.

#### Responsibility of the statutory body of the accounting entity for the financial statements

Za sestavení a věrné zobrazení konsolidované účetní závěrky v souladu s českými účetními předpisy odpovídá statutární orgán mateřské společnosti. Součástí této odpovědnosti je navrhnout, zavést a zajistit vnitřní kontroly nad sestavováním a věrným zobrazením konsolidované účetní závěrky tak, aby neobsahovala významné nesprávnosti způsobené podvodem nebo chybou, zvolit a uplatňovat vhodné účetní metody a provádět dané situaci přiměřené účetní odhady.

#### Auditor's responsibility

Our task is to give an opinion on the present consolidated financial statements based on the performed audit. We have performed the audit in compliance with the Act on Auditors, the International Auditing Standards and related implementation clauses of the Chamber of Auditors of the Czech Republic. According to said legislation, we are obliged to abide by ethical standards and to plan the audit in order to acquire reasonable certainty that the consolidated financial statements do not contain material inaccuracies.

The audit includes the performance of auditing processes, the purpose of which is to acquire evidence with respect to the amounts and facts stated in the consolidated financial statements. The selection of the auditing processes depends on the discretion of the auditor, including the assessment of risks that the financial statement contains material inaccuracies caused by fraud or mistake. During the assessment of such risks the auditor takes into account internal audits relevant for the preparation and true representation of the consolidated financial statements. The objective of the assessment of internal audits is to suggest appropriate auditing methods, not to comment on the effectiveness of the internal audit.

The audit also includes the assessment of the appropriateness of applied accounting methods, the adequacy of accounting estimates carried out by the management and also the assessment of the overall presentation of the consolidated financial statements.

We are convinced that the acquired evidence constitutes a satisfactory and adequate basis for expressing our opinion.

#### Auditor's opinion

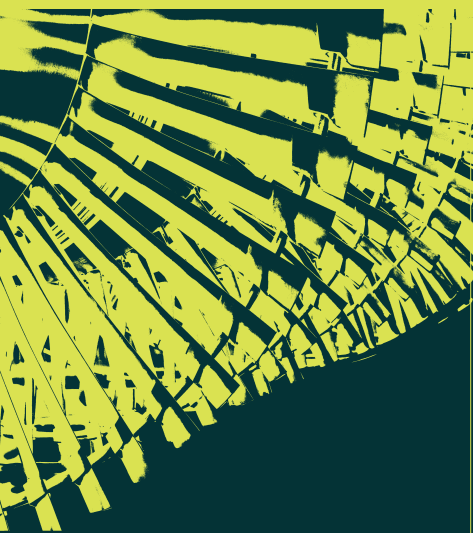
In our opinion, the consolidated financial statements present in all material respects a true and fair image of assets, liability, equity and financial situation of the group of EKOL companies at 31.12.2010 and its costs, revenues and results of its business and cash flows in 2010 in compliance with the Czech accounting legislation.

Brno, August 19, 2011

BDO CA s.r.o.  
 represented by:

Ing. Jiří Kadlec  
 Auditor, Certificate No.1246





# FINANCIAL STATEMENTS

ANNEX TO FINANCIAL STATEMENT FOR 2010

ANNEX TO CONSOLIDATED FINANCIAL STATEMENT FOR 2010

ANNEX TO FINANCIAL STATEMENT FOR 2010

## BALANCE SHEET AS AT 31. 12. 2010 – ASSETS

(in thousands CZK)		2010		2009	2008	
		gross	correction	net	net	
<b>TOTAL ASSETS</b>		<b>1 091 425</b>	<b>-109 579</b>	<b>981 846</b>	<b>816 042</b>	<b>943 327</b>
<b>B.</b>	<b>LONG-TERM ASSETS</b>	<b>303 678</b>	<b>-108 557</b>	<b>195 121</b>	<b>196 909</b>	<b>179 077</b>
B. I.	Long-term intangible assets	45 245	-32 008	13 237	9 066	7 323
B. I. 3.	Software	28 638	-20 842	7 796	7 224	5 833
B. I. 4.	Valuable rights	10 543	-10 072	471	931	1 490
B. I. 6.	Other long-term intangible assets	6 064	-1 094	4 970	911	0
B. I. 7.	Intangible long-term assets under construction	0	0	0	0	0
B. II.	Long-term tangible assets	118 629	-76 549	42 080	48 039	53 596
B. II. 1.	Land	244	0	244	244	244
B. II. 2.	Buildings, halls and structures	53 733	-22 932	30 801	32 561	33 943
B. II. 3.	Machinery, equipment, vehicles, furniture and fixtures	64 652	-53 617	11 035	15 234	18 913
B. II. 7.	Long-term tangible assets under construction	0	0	0	0	496
B. III.	Long-term financial assets	139 804	0	139 804	139 804	118 158
B. III. 1.	Shares and ownership interests in enterprises with controlling & governing influence	134 712	0	134 712	134 712	113 066
B. III. 2.	Shares and ownership interests in enterprises with substantial influence	5 092	0	5 092	5 092	5 092
<b>C.</b>	<b>CURRENT ASSETS</b>	<b>715 986</b>	<b>-1 022</b>	<b>714 964</b>	<b>617 990</b>	<b>763 170</b>
C. I.	Inventory	188 203	0	188 203	114 086	216 149
C. I. 1.	Materials	73 875	0	73 875	20 161	51 719
C. I. 2.	Work-in-progress and semi-finished products	114 328	0	114 328	92 739	160 679
C. III.	Short-term receivables	290 191	-1 022	289 169	309 418	415 698
C. III. 1.	Trade receivables	204 621	-1 022	203 599	197 668	205 309
C. III. 2.	Receivables – from enterprises with controlling & governing influence	42 954	0	42 954	53 488	54 094
C. III. 3.	Receivables from enterprises with substantial influence	0	0	0	0	0
C. III. 4.	Receivables from partners and participants in an association	1 265	0	1 265	1 115	1 115
C. III. 6.	Due from state – tax receivables	7	0	7	4 608	16 166
C. III. 7.	Short-term provided advances	40 0600	0	40 060	54 010	129 640
C. III. 8.	Estimated accrued revenues	0	0	0	-8 477	2 346
C. III. 9.	Other receivables	1 284	0	1 284	7 006	7 028
C. IV.	Short-term financial assets	237 592	0	237 592	194 486	131 323
C. IV. 1.	Cash	1 152	0	1 152	701	990
C. IV. 2.	Bank accounts	236 440	0	236 440	193 785	130 333
<b>D. I.</b>	<b>ACCRUALS</b>					
D. I. 1.	Deferred expenses	71 761	0	71 761	1 143	1 080
D. I. 2.	Accrued revenues	46	0	46	297	512
<b>C.</b>	<b>CURRENT ASSETS</b>	<b>71 715</b>	<b>0</b>	<b>71 715</b>	<b>846</b>	<b>568</b>

## BALANCE SHEET AS AT 31. 12. 2010 - LIABILITIES

(in thousands CZK)		2010	2009	2008
<b>TOTAL LIABILITIES</b>		<b>981 846</b>	<b>816 042</b>	<b>943 327</b>
<b>A.</b>	<b>EQUITY</b>	<b>513 381</b>	<b>505 360</b>	<b>498 573</b>
A. I.	Registered capital	5 000	5 000	5 000
A. I. 1.	Registered capital	5 000	5 000	5 000
A. II.	Capital funds	4 863	7 170	7 170
A. II. 2.	Other capital funds	7 170	7 170	7 170
A. III.	Reserve and other funds created from net profit	-2 307	0	0
A. III. 1.	Legal reserve fund	500	500	500
A. III. 2.	Statutory and other funds	0	0	0
A. IV.	Profit (loss) of previous years	492 690	483 421	470 853
A. IV. 1.	Retained earnings from previous years	492 690	483 421	471 036
A. IV. 2.	Accumulated losses from previous years	0	0	- 183
A. V.	Profit (loss)	+ 10 328	+ 9 269	+ 15 050
<b>B.</b>	<b>LIABILITIES</b>	<b>334 160</b>	<b>286 966</b>	<b>440 019</b>
B. I.	Reserves	4 812	0	0
B. I. 1.	Reserves – acc. to special legislative acts	3 353	0	0
B. I. 4.	Other reserves	1 459	0	0
B. II.	Long-term payables	750	609	1 061
B. II. 9	Other payables	0	0	4
B. II. 10.	Due to state- deferred taxes	750	609	1 057
B. III.	Short-term payables	328 598	286 357	438 958
B. III. 1.	Trade payables	177 059	184 464	163 322
B. III. 2.	Payables to controlled and governed enterprises	57	70	80
B. III. 4.	Payables to partners and participants in an association	0	0	0
B. III. 5.	Payables to employees	3 083	2 633	2 318
B. III. 6.	Payables to social security	1 759	1 408	1 264
B. III. 7.	Due to state – taxes and subsidies	-1 352	6 310	6 314
B. III. 8.	Short-term received advances	142 302	91 414	245 345
B. III. 10.	Estimated accrued expenses	3 318	1	20 247
B. III. 11.	Other payables	2 372	57	68
B. IV.	Bank loans	0	0	0
B. IV. 1.	Long-term bank loans	0	0	0
<b>C. I.</b>	<b>ACCRUALS</b>	<b>134 305</b>	<b>23 716</b>	<b>4 735</b>
C. I. 1.	Accrual expenses	4 736	4 735	4 735
C. I. 2.	Deferred revenues	129 569	18 981	0

PROFIT AND LOSS ACCOUNT AS AT 31. 12. 2010

(in thousands CZK)	2010	2009	2008
I. Revenues from goods	1 090	3 053	22 565
A. Cost of goods sold	1 069	2 993	19 320
<b>+ Sale margin</b>	<b>21</b>	<b>60</b>	<b>3 245</b>
II. Production	680 993	736 754	805 975
II. 1. Revenues from own products and services	659 404	803 255	823 161
II. 2. Change in inventory of own production and services	-21 589	-67 697	-17 199
II. 3. Capitalization	0	1 196	13
B. Production consumption	601 474	660 544	769 905
B. 1. Consumed material and utilities expense	371 910	364 000	454 173
B. 2. Services	229 564	296 544	315 732
<b>+ Added value</b>	<b>79 540</b>	<b>76 270</b>	<b>39 315</b>
C. Personnel expense	60 100	53 796	52 086
C. 1. Wages and salaries	43 999	39 380	37 954
C. 3. Social security expense	14 736	13 176	13 100
C. 4. Social security expense	1 365	1 240	1 032
<b>+ Taxes and fees</b>	<b>251</b>	<b>225</b>	<b>438</b>
E. Depreciation of intangible and tangible fixed assets	13 447	12 734	13 886
III. Revenues from disposals of fixed assets and materials	4 752	2 765	122 099
III. 1. Revenues from disposals of fixed assets	0	1 029	21 174
III. 2. Revenues from disposals of materials	4 752	1 736	100 925
F. Net book value of disposed fixed assets and materials sold	4 583	3 461	106 021
F. 1. Net book value of disposed fixed assets sold	0	710	5 774
F. 2. Sold material	4 583	2 751	100 247
G. Change in reserves and adjustments in operating area and deferred complex expense	-2 057	257	-44
IV. Other operating revenues	7 506	7 391	4 426
H. Other operating expense	5 118	3 186	1 537
<b>* Operating profit (loss)</b>	<b>10 356</b>	<b>12 767</b>	<b>-8 084</b>
M. Change in reserves and adjustments in financial area	0	0	0
X. Interest received	2 051	2 672	4 079
N. Interest expense	325	481	277
XI. Other financial revenues	1 413 425	854 072	1 870 997
O. Other financial expense	1 410 127	859 227	1 849 848
<b>* Profit (loss) from financial operations</b>	<b>5 024</b>	<b>-2 964</b>	<b>24 951</b>
Q. Income tax on ordinary income	3 631	3 279	1 882
Q. 1. due	3 490	3 727	3 902
Q. 2. deferred	141	-448	-2 020
<b>** Ordinary income</b>	<b>+ 11 749</b>	<b>+ 6 524</b>	<b>+ 14 985</b>
XIII. Extraordinary revenues	38	2 746	97
R. Extraordinary expense	1 459	1	32
S. Income tax on extraordinary income	0	0	0
S. 1. due	0	0	0
S. 2. deferred	0	0	0
<b>* Extraordinary income</b>	<b>- 1 421</b>	<b>+ 2 745</b>	<b>+ 65</b>
<b>*** Profit (loss) of current accounting period</b>	<b>+ 10 328</b>	<b>+ 9 269</b>	<b>+ 15 050</b>
<b>**** Profit (loss) before tax</b>	<b>+13 959</b>	<b>+12 548</b>	<b>+ 16 932</b>

## ANNEX TO FINANCIAL STATEMENT FOR 2010

**ART. I. GENERAL NOTES**

The company is subject to audit in compliance with the Accountancy Act No. 563/91 Coll.

**ART. II. GENERAL DATA**

1. EKOL, spol. s r.o., Brno, ID: 41600983  
Brno, Křenová 65, Zip Code: 602 00  
A legal entity incorporated in the Commercial Register of the Regional Court Brno, section C, file 1070

Persons with more than 20% participation in the registered capital	
Prof. Ing. Stanislav Veselý, CSc.	50.9 %
Ing. Gustav Poslušný	42.1 %
The shares of the afore-mentioned persons make up in total	93 %
The shares of the shareholders in the registered capital are fully paid up.	
The company was awarded the ISO 9001:2000 certificate No. 154080.	
The primary scope of business is defined as "manufacture, business and service"	

**DESCRIPTION OF ORGANIZATIONAL STRUCTURE – as at 31.12.2010**

The company is managed by:  
Prof. Ing. Stanislav Veselý, CSc., General Manager – company executive  
Ing. Gustav Poslušný, Finance Manager – company executive  
Ing. Jaromír Kříž – company executive  
Jan Dolník – company executive

**FURTHER STRUCTURING**

Technical Department	Ing. Jan Saňka
Gas Turbine Division	Václav Janišťin
Steam Turbine Division	Ing. Jaromír Kříž
Technical Service Division	Ing. Bohumil Krška
Boiler Division	Ing. Pavel Fencel

Permanent business premises were established in Slovakia in 1996	EKOL, spol. s r.o., org. složka Hečkova 2, Martin 036 01, ID: 35676957. Jan Dolník - Manager
Permanent business premises were established in Kazakhstan in 2001	ATYRAU Ing. Stanislav Parýzek - Manager
Permanent business premises were established in Germany in 2002	SAYDA Anja Schuster - Manager

**2. Company participation in the registered capital in another company with a share of more than 20 %**

<b>EKOL TURBO, a.s. Brno, ID: 26968258</b>	51%
Business share	1 020 thousand CZK
Equity in 2010	1 868 thousand CZK
Profit in 2010	- 11 thousand CZK
Revenues in 2010	0 thousand CZK
No business yet	

<b>Strejček spol. s r.o. Brno, ID: 25346245</b>	100 %
Business share	4 963 thousand CZK
Equity in 2010	4 268 thousand CZK
Profit in 2010	- 56 thousand CZK
Revenues in 2010	127 thousand CZK
The company runs a designing office.	

<b>TENERGO Brno, a. s. Brno</b>	50 %
Business share	5 000 thousand CZK
Equity in 2010	57 083 thousand CZK
Profit in 2010	9 335 thousand CZK
Revenues in 2010	228 570 thousand CZK
TENERGO has obtained a license to manufacture and distribute heat in Devínská Nová Ves and in Snina.	



## ANNEX TO FINANCIAL STATEMENT FOR 2010

<b>EKOL energo s.r.o. Brno</b>	100 %
Business share	106 443 thousand CZK
Equity in 2010	196 141 thousand CZK
Profit in 2010	38 549 thousand CZK
Revenues in 2010	234 465 thousand CZK

<b>EKOL GmbH Energiesysteme, Aachen, BRD</b>	70 %
Business share	640 thousand CZK
Loss in 2001	7 685 thousand CZK

There were serious disagreements in the management of this German company and it was impossible to assert the influence of the majority partner. The 2001 financial statement was not approved by the general meeting. The 2002, 2003, 2004 and 2005 financial statements have not yet been submitted by this company. For this serious material reason, the provision of Act No. 563/91 Coll., Section 27 on real asset pricing cannot be fulfilled. In compliance with Art. 5 of this Section, the valuation by real value must be carried out for all subsidiary companies. Since basic documents of EKOL GmbH Berlin are missing, the task cannot be fulfilled.

<b>EETE OOO, S. Petersburg, Russian Federation</b>	33 %
Business share	92 thousand CZK
No business yet	

<b>EKOL Martin</b>	90 %
Business share	21 646 thousand CZK
Equity in 2010	30 350 thousand CZK
Profit in 2010	3 656 thousand CZK
Revenues in 2010	91 343 thousand CZK

<b>3. Personnel and wages data</b>	<b>2009</b>	<b>2010</b>
Average number of employees	119	130
Wages and salaries in thousands CZK	53 795	60 100
Management	7	6
Wages and salaries in thousands CZK	4 420	4 137

## ANNEX TO FINANCIAL STATEMENT FOR 2010

## ART. III. ADDITIONAL INFORMATION CONCERNING BALANCE AND PROFIT AND LOSS ACCOUNT

## 1. Fixed asset turnover in thousands CZK in 2010

Kind of assets	Purchase cost as at 1.1.2010	Purchase	Liquidation	Closing balance as at 31.12.2010	Accumulated amortization 2010	Residual value as at 31.12.2010
Software and research & development (013+012)	25 010	4 163	536	28 638	20 842	7 796
Valuable rights (014)	10 543		-	10 543	10 072	471
Other tangible fixed assets (019)	1 064	5 000	-	6 064	1 094	4 970
Unfinished investments (041)	-	-	-	-	-	-
Land (031)	244	-	-	244		244
Buildings (021, incl. 029)	53 733	-	-	53 733	22 932	30 801
Machinery, equipment, vehicles, furniture and fixtures (022)	66 774	2 061	4 183	64 652	53 617	11 035
Of which:- machinery and equipment	44 160	-224	1 205	42 731	34 917	7 814
- vehicles	7 016	1 399	2 673	5 742	4 126	1 616
- inventory	2 383	-	168	2 215	2 157	58
- other tangible fixed assets	13 215	886	137	13 964	12 417	1 547
Unfinished investments (042)	-	-	-	-	-	-
Long-term financial property (061)	134 712	-	-	134 712	-	134 712
Financial investments (062)	5 092	-	-	5 092	-	5 092
Fixed asset total	297 172	11 224	4 719	303 677	108 557	195 121

In 2010 Solid Vision and Solidworks software for 3 166 thousand CZK and design documentation for an industrial waste fired boiler for 5 000 thousand CZK were purchased. A car with the value of 2 672 thousand CZK was liquidated from movable assets.

## 2. Receivables

	2009	2010
Total	312 497 thousand CZK	293 725 thousand CZK
Out of which trade receivables	200 747 thousand CZK	204 621 thousand CZK

The company pays great attention to receivables after the maturity date. There are six customers in bankruptcy and legal proceedings whose receivables cannot endanger the financial stability of the company.

According to the Reserve Act, adjustments amounting to the total sum of 1 022 thousand CZK (as at Dec. 31, 2010) were created for these receivables.

Adjustments are created in accordance with Act No.593/1992 Coll.

## 3. Payables

	2009	2010
Tota	286 357 thousand CZK	332 132 thousand CZK
Of which trade payables	184 464 thousand CZK	177 059 thousand CZK
Received advance payments	91 414 thousand CZK	142 302 thousand CZK
Payables over 180 days	0 thousand CZK	

All payables are real."

Payables – resulting from leasing - 0 thousand CZK.

There are no long-term payables except for the deferred tax payables (amounting to 750 thousand CZK)

There are no outstanding payables towards state authorities.

Accruals and deferrals – we keep a record of accruals and deferrals for rental amounting to 4 735 thousand CZK and accruals and deferrals for revenues against cost with orders with project handover in 2011 amounting to.

## ANNEX TO FINANCIAL STATEMENT FOR 2010

### 4. Statutory reserves

State of statutory reserves for repairs of tangible assets in total:	0 thousand CZK
Of which:	
- repairs of machinery	0 thousand CZK
- repairs of buildings	0 thousand CZK

### 5. Accounting reserves

To be on the safe side as regards taxes the accounting unit decided to create an accounting reserve for the additionally assessed non-effective and till now not paid corporate taxes for 2006 and 2007. The reserve consists of 50% of additionally assessed tax including penalty – 1 459 thousand CZK.

### 6. Stock incl. work in progress

Stock level as at 31. 12. 2009	114 086 thousand CZK
of which work in progress	92 739 thousand CZK
Stock level as at 31. 12. 2010	188 203 thousand CZK
of which work in progress	114 328 thousand CZK

### 7. Bank loans

Ekol has no bank loans as at 31. 12. 2010.

### 8. Ordinary revenues:

Total	660 493 thousand CZK
Belarus	285 310 thousand CZK
Slovakia	93 868 thousand CZK
Egypt	89 100 thousand CZK
Russia	70 996 thousand CZK
Czech Republic	47 907 thousand CZK
Poland	55 411 thousand CZK
Kazakhstan	8 997 thousand CZK
British Virgin Islands	3 601 thousand CZK
India	3 107 thousand CZK
Germany	755 thousand CZK
Lebanon	700 thousand CZK
Thailand	537 thousand CZK
Ukraine	99 thousand CZK
Romania	75 thousand CZK
Austria	30 thousand CZK

### 9. Research and development were activated as at 31. 12. 2010.

### 10. Leasing:

6 cars, installments in total 2 765 thousand CZK.

Object of leasing	Payabler (CZK)	Paid up till now (CZK)	Remainds to be paid (2011) (CZK)	To be paid in 2010 (CZK)
Peugeot 206	93 271	63 059	0	30 212
Peugeot 206	93 271	63 059	0	30 212
Kia Sorento	931 950	760 265	0	171 685
Kia Ceed	503 177	410 033	0	93 144
Kia combi	564 014	459 904	0	104 110
Kia combi	579 457	472 543	0	106 914
<b>Total</b>	<b>2 765 140</b>	<b>2 228 863</b>	<b>0</b>	<b>536 277</b>

## ANNEX TO FINANCIAL STATEMENT FOR 2010

**11. Payables to health insurance companies, social welfare and state budget**

All payables which arose in 2010 were paid within legal deadlines.

The payables as at 31.12.2010 were paid before 31.1.2011.

**12. Environment and Health & Safety:**

No penalties or sanctions were due in 2010. The illness rate and the accident rate do not deviate from usual average.

**13. Account auditing cost:**

150 thousand CZK

**14. The amount of 72 000 thousand CZK was entered into the account 385 Accrued revenues. These are the 2010 revenues resulting from the delivery of a turbine to a customer where invoicing took place in 2010 on advance payment basis.**

The amount of 130 000 thousand CZK was entered into the account 384 Deferred revenues. These are revenues reduced according to calculations of individual orders in relation to the cost.

**ART. IV. CHANGES IN EQUITY**

	As at 31. 12. 2009	Changes	As at 31. 12. 2010
Registered capital	5 000	0	5 000
Capital funds	7 170	-2 307	4 863
Reserve fund	500	0	500
Other funds	0	0	0
Retained earnings from previous years	483 421	9 269	492 690
Accumulated losses from previous years			
– deferred taxes from all previous years	0	0	0
Current year profit	9 269	1 059	10 328
Total	505 360	8 021	513 381

Based on the decision of the General Meeting of 18 August 2010, the full amount of 2009 economic result was transferred to the retained profit account, including organizational units (Kazakhstan -138 thousand CZK, Germany -398 thousand CZK).

**ART. VI. CHANGES AFTER THE DATE OF FINANCIAL STATEMENT**

In 2011 Ekol sold the 50% share in Tenergy a.s., Křenová 65 Brno and purchased the 100 % share in AEZ s.r.o., Křenová 67 Brno.

Brno, 16. 6. 2011



Ing. Gustav Poslušný

ANNEX TO CONSOLIDATED FINANCIAL STATEMENT FOR 2010

## CONSOLIDATED FINANCIAL STATEMENTS AS AT 31. 12. 2010

## ASSETS

(in thousands CZK)	Line No.	Current account period	Previous accounting period
<b>A. RECEIVABLES FOR CAPITAL SUBSCRIPTION</b>	<b>001</b>	<b>0</b>	<b>0</b>
<b>B. LONG-TERM ASSETS</b>	<b>002</b>	<b>300 792</b>	<b>324 110</b>
<b>B. I. Long-term intangible fixed assets</b>	<b>003</b>	<b>14 181</b>	<b>9 823</b>
1. Incorporation expense	004	4	20
2. Research and development	005	0	0
3. Software	006	8 736	7 953
4. Valuable rights	007	471	931
5. Goodwill	008	0	0
6. Other intangible fixed assets	009	0	919
7. Long-term intangible assets under construction	010	4 970	0
8. Advance payments for long-term intangible assets	011	0	0
<b>B. II. Long-term tangible fixed assets</b>	<b>012</b>	<b>283 812</b>	<b>311 246</b>
1. Land	013	16 039	16 068
2. Buildings, halls and structures	014	115 846	119 474
3. Machinery, equipment, vehicles furniture and fixtures	015	147 031	173 635
4. Perennial crops	016	0	0
5. Breeding and draught animals	017	0	0
6. Other tangible fixed assets	018	15	20
7. Long-term tangible fixed assets under construction	019	4 882	1 780
8. Advance payments for tangible fixed assets	020	0	270
9. Difference in valuation to acquired assets	021	0	0
<b>B. III. Long-term financial assets</b>	<b>022</b>	<b>736</b>	<b>736</b>
1. Shares and ownership interests in governed and controlled enterprises	023	640	640
2. Shares and ownership interests in enterprises with substantial influence	024	96	96
3. Other long-term securities and shares	025	0	0
4. Bank loans – controlling & governing enterprise, substantial influence	026	0	0
5. Other long-term financial assets	027	0	0
6. Acquisition of long-term financial assets	028	0	0
7. Advance payments for long-term financial assets	029	0	0
<b>B. IV. POSITIVE CONSOLIDATION DIFFERENCE</b>	<b>030</b>	<b>2 063</b>	<b>2 305</b>
<b>B. IV.(-) NEGATIVE CONSOLIDATION DIFFERENCE</b>	<b>031</b>	<b>0</b>	<b>0</b>
<b>B. V. SECURITIES AND SHARES IN EQUIVALENCE</b>	<b>032</b>	<b>0</b>	<b>0</b>
<b>C. CURRENT ASSETS</b>	<b>033</b>	<b>851 002</b>	<b>646 050</b>
<b>C. I. Inventory</b>	<b>034</b>	<b>260 935</b>	<b>173 086</b>
1. Materials	035	87 772	27 443
2. Work-in-progress and semi-finished products	036	173 163	144 458
3. Finished products	037	0	0
4. Animals	038	0	0
5. Goods	039	0	1 186
6. Advance payments for inventory	040	0	0
<b>C. II. Long-term receivables</b>	<b>041</b>	<b>0</b>	<b>0</b>
1. Trade receivables	042	0	0
2. Receivables – from enterprises with controlling & governing influence	043	0	0
3. Receivables – from enterprises with substantial influence	044	0	0
4. Receivables from partners and participants in an association	045	0	0
5. Long-term advance payments	046	0	0
6. Estimated accrued revenues	047	0	0
7. Other receivables	048	0	0
8. Due from state – deferred taxes	049	0	0
<b>C. III. Short-term receivables</b>	<b>050</b>	<b>300 457</b>	<b>251 176</b>
1. Trade receivables	051	259 069	201 094
2. Receivables – from controlling & governing enterprises	052	5 954	0
3. Receivables – from enterprises with substantial influence	053	0	0
4. Receivables from partners and participants in an association	054	1 265	1 115
5. Social security and health insurance	055	0	0
6. Due from state – tax receivables	056	10 704	5 900
7. Short-term advance payments	057	20 246	44 262
8. Estimated accrued revenues	058	0	-8 477
9. Other receivables	059	3 219	7 283
<b>C. IV. Short-term financial assets</b>	<b>060</b>	<b>289 610</b>	<b>221 787</b>
1. Cash	061	2 295	2 131
2. Bank accounts	062	287 315	219 656
3. Short-term securities and shares	063	0	0
4. Short-term financial assets	064	0	0
<b>D. I. Accruals</b>	<b>065</b>	<b>74 188</b>	<b>3 760</b>
1. Deferred expense	066	1 156	1 906
2. Complex deferred expense	067	0	0
3. Accrued revenues	068	73 032	1 854
<b>ASSETS TOTAL (A+B+C+D)</b>	<b>069</b>	<b>1 225 982</b>	<b>973 920</b>

## CONSOLIDATED FINANCIAL STATEMENTS AS AT 31. 12. 2010

LIABILITIES			
(in thousands CZK)	Line No.	Current account period	Previous accounting period
<b>A. EQUITY</b>	<b>070</b>	<b>618 936</b>	<b>575 265</b>
<b>A. I. Registered capital</b>	<b>071</b>	<b>5 000</b>	<b>5 000</b>
1. Registered capital	072	5 000	5 000
2. Own shares	073	0	0
3. Changes of equity	074	0	0
<b>A. II. Capital funds</b>	<b>075</b>	<b>4 863</b>	<b>7 170</b>
1. Share premium	076	0	0
2. Other capital funds	077	7 170	7 170
3. Gains or losses from revaluation of assets and payables	078	-2 307	0
4. Gains or losses from revaluation in changes	079	0	0
GAINS AND LOSSES FROM CONSOLIDATED ADJUSTMENTS	080	0	0
<b>A. III. Reserve funds, indivisible fund and other funds created from net profit</b>	<b>081</b>	<b>6 299</b>	<b>4 698</b>
1. Legal reserve fund / Indivisible fund	082	6 299	4 698
2. Statutory and other funds	083	0	0
<b>A. IV. Profit (loss) of previous years</b>	<b>084</b>	<b>554 358</b>	<b>499 572</b>
1. Retained earnings from previous years	085	554 358	499 572
2. Accumulated losses from previous years	086	0	0
<b>A. V. Profit (loss) of current period</b>	<b>087</b>	<b>48 416</b>	<b>58 825</b>
<b>A. V. 2. SHARE ON PROFIT (LOSS) IN EQUIVALENCE</b>	<b>088</b>	<b>0</b>	<b>0</b>
<b>A. VI. CONSOLIDATION RESERVE FUND</b>	<b>089</b>	<b>0</b>	<b>0</b>
<b>B. LIABILITIES</b>	<b>090</b>	<b>460 884</b>	<b>362 331</b>
<b>B. I. Reserves</b>	<b>091</b>	<b>6 820</b>	<b>0</b>
1. Reserves acc. To special legal regulations	092	0	0
2. Reserve for pensions and other liabilities	093	0	0
3. Reserve for income tax	094	3 353	0
4. Other reserves	095	3 467	62
<b>B. II. Long-term payables</b>	<b>096</b>	<b>9 899</b>	<b>8 130</b>
1. Trade payables	097	0	0
2. Payables – from controlling & governing enterprises	098	0	0
3. Receivables – from enterprises with substantial influence	099	0	0
4. Receivables from partners and participants in an association	100	0	0
5. Long-term advance payments	101	0	0
6. Issued bonds	102	0	0
7. Drafts at long sight	103	0	0
8. Estimated accrued expenses	104	0	0
9. Other receivables	105	2	2
10. Due to state – deferred taxes	106	9 897	8 128
<b>B. III. Short-term payables</b>	<b>107</b>	<b>372 889</b>	<b>265 818</b>
1. Trade payables	108	189 355	156 569
2. Payables – from controlling & governing enterprises	109	57	0
3. Receivables – from enterprises with substantial influence	110	0	257
4. Receivables from partners and participants in an association	111	0	0
5. Payables to employees	112	5 644	5 139
6. Payables to social security	113	3 336	2 838
7. Due to state – taxes and subsidies	114	-763	9 022
8. Short-term advance payments received	115	126 265	88 256
9. Issued bonds	116	0	0
10. Estimated accrued expenses	117	44 190	1 541
11. Other payables	118	4 805	2 196
<b>B. IV. Bank loans</b>	<b>119</b>	<b>71 276</b>	<b>88 321</b>
1. Long-term bank loans	120	25 830	80 110
2. Short-term bank loans	121	45 446	8 211
3. Short-term financial assistance	122	0	0
<b>C. I. Accruals</b>	<b>123</b>	<b>142 213</b>	<b>32 585</b>
1. Accrued expense	124	11 752	13 195
2. Deferred revenues	125	130 461	19 390
<b>D. MINORITY EQUITY CAPITAL</b>	<b>126</b>	<b>3 949</b>	<b>3 739</b>
<b>D. I. MINORITY REGISTERED CAPITAL</b>	<b>127</b>	<b>1 342</b>	<b>1 363</b>
<b>D. II. MINORITY CAPITAL FUNDS</b>	<b>128</b>	<b>0</b>	<b>0</b>
<b>D. III. MINORITY RETAINED EARNINGS INCL. RETAINED EARNINGS FROM PREVIOUS YEARS</b>	<b>129</b>	<b>2 247</b>	<b>1 937</b>
<b>D. IV. MINORITY PROFIT (LOSS) – CURRENT ACCOUNTING PERIOD</b>	<b>130</b>	<b>360</b>	<b>439</b>
<b>TOTAL LIABILITIES (A+B+C+D)</b>	<b>131</b>	<b>1 225 982</b>	<b>973 920</b>

## CONSOLIDATED FINANCIAL STATEMENTS AS AT 31. 12. 2010

## PROFIT AND LOSS ACCOUNT FOR CONSOLIDATION

(in thousands CZK)	Line No.	Current account period	Previous accounting period
I. Revenues from goods (+)	01	4 520	4 490
<b>A. Cost of goods sold (-)</b>	<b>02</b>	<b>4 499</b>	<b>4 087</b>
+ Sale margin	03	21	403
II. Production	04	916 757	803 790
1. Revenues from own products and services (+)	05	846 797	880 944
2. Change in inventory of own production and services (+,-)	06	69 775	-78 386
3. Capitalization (+)	07	185	1 232
<b>B. Production consumption</b>	<b>08</b>	<b>702 667</b>	<b>588 985</b>
1. Consumed material and utilities expense	09	476 064	334 742
2. Services	10	226 603	254 243
+ Added value	11	214 111	215 208
<b>C. Personnel expense</b>	<b>12</b>	<b>115 036</b>	<b>107 386</b>
1. Wages and salaries	13	84 011	78 728
2. Remuneration to board members	14	0	0
3. Social security expense	15	28 311	26 207
4. Social security expense	16	2 714	2 452
<b>D. Taxes and fees</b>	<b>17</b>	<b>560</b>	<b>465</b>
<b>E. Depreciation of intangible and tangible fixed assets</b>	<b>18</b>	<b>41 655</b>	<b>41 353</b>
ACCOUNTING (DEPRECIATION) FOR CONSOLIDATED OPERATING PROFIT	19	-121	-121
III. Revenues from disposals of fixed assets and materials	20	4 859	1 361
1. Revenues from disposals of fixed assets	21	174	1 029
2. Revenues from disposals of materials	22	4 685	332
<b>F. Net book value of disposed fixed assets and materials sold</b>	<b>23</b>	<b>9 236</b>	<b>1 888</b>
1. Net book value of disposed fixed assets sold	24	4 664	834
2. Sold material	25	4 572	1 055
<b>G. Change in reserves and adjustments in operating area and deferred complex expense</b>	<b>26</b>	<b>-1 821</b>	<b>13</b>
IV. Other operating revenues	27	8 267	9 168
<b>H. Other operating expenses</b>	<b>28</b>	<b>5 965</b>	<b>4 450</b>
V. Transfer of operating revenues	29	0	0
<b>I. Transfer of operating expense</b>	<b>30</b>	<b>0</b>	<b>0</b>
Operating profit (loss)	31	56 607	70 183
CONSOLIDATED OPERATING PROFIT (LOSS)	32	56 486	70 062
VI. Revenues from sales of securities and shares	33	0	0
<b>J. Securities and shares sold</b>	<b>34</b>	<b>0</b>	<b>0</b>
VII. Revenues from long-term financial assets	35	0	0
1. Revenues from shares in controlled and governed enterprises and accounting entity under substantial influence	36	0	0
2. Revenues from other long-term securities and shares	37	0	0
3. Revenues from other long-term financial assets	38	0	0
VIII. Revenues from short-term financial assets	39	0	0
<b>K. Expense from financial assets</b>	<b>40</b>	<b>0</b>	<b>0</b>
IX. Revenues from revaluation of securities and derivatives	41	0	0
<b>L. Expense for revaluation of securities and derivatives</b>	<b>42</b>	<b>0</b>	<b>0</b>
<b>M. Change in reserves and adjustments in financial area</b>	<b>43</b>	<b>0</b>	<b>0</b>
X. Interest received	44	701	1 082
<b>N. Interest expense</b>	<b>45</b>	<b>3 880</b>	<b>5 196</b>
XI. Other financial revenues	46	1 417 344	855 475
O. Other financial expense	47	1 411 236	860 413
XII. Transfer of financial revenues	48	0	0
<b>P. Transfer of financial expense</b>	<b>49</b>	<b>0</b>	<b>0</b>
Profit (loss) from financial operations	50	2 929	-9 052
CONSOLIDATED PROFIT (LOSS) FROM FINANCIAL OPERATIONS	51	2 929	-9 052
<b>Q. Income tax on ordinary income</b>	<b>52</b>	<b>7 540</b>	<b>4 057</b>
1. due	53	5 760	5 796
2. deferred	54	1 780	-1 739
Ordinary income	55	51 996	57 074
CONSOLIDATED ORDINARY INCOME	56	51 875	56 953
XIII. E xtraordinary revenues	57	38	2 849
<b>R. Extraordinary expense</b>	<b>58</b>	<b>3 137</b>	<b>538</b>
<b>S. Income tax on extraordinary income</b>	<b>59</b>	<b>0</b>	<b>0</b>
1. due	60	0	0
2. deferred	61	0	0
Extraordinary income	62	-3 099	2 311
CONSOLIDATED EXTRAORDINARY INCOME	63	-3 099	2 311
<b>T. Transfer of profit or loss to partners</b>	<b>64</b>	<b>0</b>	<b>0</b>
Profit (loss) of current accounting period	65	48 897	59 385
CONSOLIDATED PROFIT (LOSS) FOR ACCOUNTING PERIOD WITHOUT EQUIVALENCE RATIO	66	48 776	59 264
out of which: profit (loss) of current accounting period without minority shares	67	48 416	58 825
minority profit (loss) of current accounting period	68	360	439
SHARE IN PROFIT (LOSS) IN EQUIVALENCE	69	0	0
Profit (loss) before tax	70	56 437	63 442
CONSOLIDATED PROFIT (LOSS) FOR ACCOUNTING PERIOD	71	48 776	59 264



## ANNEX TO CONSOLIDATED FINANCIAL STATEMENT 2010

Monetary values are given in thousands of CZK

### 1. DEFINITION OF CONSOLIDATION UNIT

#### 1.1 a) Parent company EKOL, spol. s r.o.

Accounting unit Name, registered address	Subsidiary	Affiliate	Degree of dependence on reg. cap. (influence)	Share in registered capital (participation)	Consolidation method	Date of financial statement
EKOL energo s.r.o. Křenová 65, Brno	x		100%	100%	A	31. 12. 2010
STREJČEK spol. s r.o.	x		100%	100%	A	31. 12. 2010
EKOL, spol.s.r.o., Martin	x		90%	90%	A	31. 12. 2010
EKOL TURBO, a.s.Brno	x		51%	51%	A	31. 12. 2010
TENERGO Brno, a.s. Křenová 65, Brno		x	50%	50%	B	31. 12. 2010

Note: Consolidation method: A – full consolidation method  
B – proportional consolidation method

The financial statements of the above-mentioned companies were elaborated as at 31.12.2009 according to Czech regulations, except for EKOL, spol. s r.o., which has its registered address in the Slovak Republic.

#### 1.1 b) Companies excluded from the consolidation duty

Name, registered address: E. T. E. o. o. Rusko – 33 %	Reason for exemption from consolidation duty The company does not submit any information. Its share in the turnover of the consolidation unit is negligible.
EKOL GmbH Energysysteme	The company does not submit any information. There were disagreements concerning the management – the influence of the majority owner is unenforceable.

#### 1.1 c) Consolidation system

Direct consolidation of all companies of the consolidation unit at the same time.

## 2 General information

### 2.1 Average number of employees of the consolidation unit during the accounting period when the consolidated financial statements were prepared:

	Employees		of which managing staff	
	2009	2010	2009	2010
Average number	270	262	13	12
Staff costs	107 386	115 036	8 012	7 615
of which: - wage cost	78 728	84 011	5 288	4 762
- remunerations to members of company bodies	0	0	0	0
- social and health insurance costs	26 207	28 311	2 724	2 589
- social security expenses	2 452	2 714	264	264

### 2.2 The amount of remunerations, advance payments, loans and other receivables, liabilities and other performances, received or rendered guarantees and/or covenants to perform including pension scheme, both in monetary and natural form – to members of statutory, control and supervisory bodies including the former members of such bodies (including interest rate and main conditions):

Life insurance - shareholders	17
Remunerations – statutory bodies	279

### 2.3 Survey of method of transformation of data from individual accounting to consolidated financial statements (CFS) (in thousands of CZK)

- included in the CFS are the amounts from each item of the Balance sheet and the Profit and Loss Account in the above-mentioned share values from the allied companies
- excluded from the CFS are share contributions to the full amount
- excluded from the CFS are mutual links in cost and expense items from services amounting to 61 112 thousand CZK.

## CONSOLIDATED FINANCIAL STATEMENTS AS AT 31. 12. 2010

Given in thousands of CZK	EKOL energo s.r.o.	STREJČEK spol. s r.o.	EKOL, spol.s.r.o, SR	EKOL Turbo, a.s	Tenergo a.s.
Registered capital	105 000	926	3 261	1 020	5 000
Shares	106 443	4 963	21 646	1 020	5 000

Excluded from CFS:Z KÚZ je vyřazen:

HV 2010			365	-5	4 668
---------	--	--	-----	----	-------

as share in profit of the other shareholder in the above-mentioned companies.

- the amount of 141 457 thousand CZK as the balance of unpaid inter-company invoices is excluded on both sides from the sum of short-term receivables and short-term liabilities including loans.

**2.4 Information on accounting methods and general accounting principles**

- all accounting entities keep accounts in accordance with Czech regulations (transformation into the Czech accounting system is carried out for the organizational units abroad)
- charts of accounts and arrangement of items of statements are identical
- evaluation of property and liabilities is in conformity with the Accounting Act
- foreign currency is transferred to CZK with invoices received and issued by a fixed exchange rate fixed according to the CNB exchange rate at the first day of the month; at the end of the fiscal year, the conversion is made according to the CNB rate of exchange.
- the consolidation is carried out in conformity with the decree No. 500/02 Coll. and ČÚS No. 20

Changes as compared to the previous accounting periods:

- |   |                       |
|---|-----------------------|
| a) changes in the method of evaluation (description, reason, amount):   | 0                     |
| b) changes in procedures of keeping accounts (description, reason, amount)  | 0                     |
| c) changes in methods of depreciation (description, reason, amount):  | 0                     |
| d) change in arrangement and definition of contents of items of consolidated financial statements (description, reason, amount): změny plynoucí z vyhlášky 500/2002 Sb.   |                       |
| e) changes in purchase and residual prices of long-term property (as compared to previous period in connection with the exchange rate conversion of accounts of consolidated accounting entities with registered office abroad, which keep their accounts in foreign currency, minimally according to individual kinds of such property): | 0                     |
| f) share in profit (loss) independently or jointly controlled or managed person and person under substantial influence  | data given under 2.3. |
| g) profit and loss from sale of inventory and long-term property between accounting entities of the consolidation unit:   |                       |

**Sale of inventory 2010**

Seller	Buyer	Goods on stock	Profit from sale
Ekol spol. s r.o. Brno	EKOL energo s.r.o. Brno	4 238	85
EKOL energo s.r.o. Brno	Ekol spol. s r.o. Brno	49 068	11 776

**Sale of inventory 2009**

Seller	Buyer	Goods on stock	Profit from sale
Ekol spol. s r.o. Brno	EKOL energo s.r.o. Brno	18 400	368
EKOL energo s.r.o. Brno	Ekol spol. s r.o. Brno	12 439	2 488

**Sale of long-term property 2010**

Seller	Buyer	Goods on stock	Profit from sale
–	–	–	–
–	–	–	–

**Sale of long-term property 2009**

Seller	Buyer	Goods on stock	Profit from sale
STREJČEK spol. s r.o.	EKOL energo s.r.o. Brno	31	28
STREJČEK spol. s r.o.	Ekol spol. s r.o. Brno	340	308

CONSOLIDATED FINANCIAL STATEMENTS AS AT 31. 12. 2010

**3 SALE OF LONG-TERM PROPERTY**

**3.1 Comments on and grounds for change of equity of consolidated unit** between two consolidations, especially in case of change of scope of consolidation unit and settlement of securities and shares issued by the consolidating accounting entity held by the consolidated accounting entities.

The equity of the consolidated unit increased interannually from 575 265 thousand CZK to 618 936 thousand CZK, especially as a result of the achieved profit of the current accounting period amounting to 48 416 thousand CZK.

**3.1.1. Reasons for fluctuations of the profit (loss) between 2009 and 2010:**

a) Significant increase in stock purchased within the group

As compared to 2009, there was an increase in closing balance of stock purchased between Ekol and EKOL Energo in 2010 – the total closing balance of stock in the group is 53 306 thousand CZK, of which the group margin amounts to 11 861 thousand CZK. As at 31.12.2009, the volume of stock purchased in the group was only 30 839 thousand CZK, the margin was 2 856 thousand CZK (consolidation adjustment in 2009). The total effect on the 2010 profit (loss) was -9 005 thousand CZK.

b) Property sales/contributions in the group

The effect on the profit/loss from property sale in the group was +2 445 thousand CZK in 2010, especially because the Seller's and the Buyer's appreciations were different (similarly as in 2009). The effect on the profit/loss from property sale in the group was + 2 105 CZK in 2009, especially because the Seller's and the Buyer's appreciations were different. The effect on the profit/loss was negative in the previous

**3.2 Comments on data on:**

a) Outstanding debts:

– They are especially receivables overdue by more than 180 days in EKOL Brno, to which an adjustment of 100% has been created.

Time	2009	2010
180 and more days	3079	1022

b) Overdue payables

Time	2009	2010
180 and more days	0	0

c) Receivables from accounting entities of the consolidation unit with date of maturity of more than 5 years: 0

d) Payables to accounting entities of the consolidation unit with date of maturity of more than 5 years: 0

**3.3 Total amount of further payables, if any** (both non-monetary and monetary),

which are not monitored in current accounting of individual enterprises of the consolidation unit and are not mentioned in the consolidated balance sheet:

They are especially payables resulting from leasing agreements of the parent company, whose total amount is 0 thousand CZK as at 31. 12. 2010 (534 thousand CZK in 2009)

**3.4 Revenues from routine activity:**

Main activity	Domestic		Foreign countries		Total	
	2009	2010	2009	2010	2009	2010
Revenues from goods and services sold	580 934	362 072	300 010	725 642	880 944	846 797

**3.5 Character and commercial purpose of operations** of accounting entities of the consolidation unit,

if the risks or benefits from these operations are significant and if the publication of such risks or benefits is necessary to evaluate the financial situation of the accounting entity; information on the financial impact of such operations on the accounting entity

0

**3.6 Information on transactions** made by the accounting entities of the consolidation unit with an allied party, including the volume of such transactions, the nature of the relation to the allied party and other information on such transactions, which is necessary to understand the financial situation of the accounting entity, if such transactions are significant and have not been made under ordinary market conditions.

0

**3.7 Audit cost –**

Amount expended by the holding companies for the audit in the accounting period: 230 thousand CZK.

**3.8 Significant events after the date of financial statements** 0

Brno 15. 8. 2011





